



Request for City Council Committee Action From the Department of Public Works and Procurement

Date: March 19th, 2013
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Betsy Hodges, Chair Ways & Means Committee
Subject: **Approval of Official Publication No. 7759 Bids for Bituminous Mixtures**

Recommendation:

Acceptance of the low bid of Commercial Asphalt Company for an estimated annual expenditure of \$5,783,925.00 to furnish and deliver hot mix asphalt as needed and called for through March 31st, 2014, as follows:

Plant Location: 10000 81st Avenue North, Maple Grove, MN55369

Vendor delivery charge for Hot Mix (North Zone) \$9.00 per ton

| | | | <u>Unit Price</u> | <u>Total Cost</u> |
|----|-------------|-----------|-------------------|-------------------|
| 1. | 37,500 tons | SPWEB540L | \$52.10 per ton | \$1,953,750.00 |
| 2. | 52,500 tons | SPWEB440L | \$44.45 per ton | \$ 2,333,625.00 |
| 3. | 12,500 tons | SPNWB430L | \$42.95 per ton | \$ 536,875.00 |
| 4. | 16,750 tons | SPWEA540L | \$56.10 per ton | \$ 939,675.00 |

Subtotal for Items 1 – 4 \$5,763,925.00

| | | | | |
|----|--------|------------------------|--------------------|-------------|
| 5. | 8 each | Open Plant on Saturday | \$1,000.00 per day | \$ 8,000.00 |
| 6. | 6 each | Open Plant on Sunday | \$2,000.00 per day | \$12,000.00 |

Subtotal for items 5 – 6 \$ 20,000.00

Total for Items 1 – 6 \$5,783,925.00

4% Cash Discount on 20 day pay

Additional Surcharges:

| | | |
|-----|--|--------------------|
| 7a. | Keeping plant open after normal business hours | \$ 100.00 per hour |
| 7b. | Opening plant on a Holiday | \$2,000.00 per day |
| 7c. | Opening plant after Thanksgiving Day | \$1,000.00 per day |
| 7d. | Opening plant on short notice for an emergency | \$1,000.00 per day |
| 7e. | Trucking surcharges for Saturday, Sunday or Holiday deliveries | \$ 5.50 per ton |
| 7f. | Accept recycled asphalt pavement | \$ No Charge |
| 7g. | Accept Rubble Asphalt | \$ 30/tandem load |

Terms are Net 30 days

F.O.B.: Destination

Plant Location: 920 West Cliff Road, Burnsville, MN 55337

Vendor delivery charge for Hot Mix (South Zone) \$9.00 per ton

| | | | <u>Unit Price</u> | <u>Total Cost</u> |
|----|-------------|-----------|-------------------|-------------------|
| 1. | 37,500 tons | SPWEB540L | \$51.75 per ton | \$1,940,625.00 |
| 2. | 52,500 tons | SPWEB440L | \$44.25 per ton | \$2,323,125.00 |
| 3. | 12,500 tons | SPNWB430L | \$41.15 per ton | \$ 514,375.00 |
| 4. | 16,750 tons | SPWEA540L | \$56.10 per ton | \$ 939,675.00 |

Subtotal for Items 1 – 4 \$5,717,800.00

| | | | | |
|----|--------|------------------------|--------------------|-------------|
| 5. | 8 each | Open Plant on Saturday | \$1,000.00 per day | \$ 8,000.00 |
| 6. | 6 each | Open Plant on Sunday | \$2,000.00 per day | \$12,000.00 |

Subtotal for items 5 – 6 \$ 20,000.00

Total for Items 1 – 6 \$5,737,800.00

4% Cash Discount on 20 day pay

Additional Surcharges:

| | | |
|-----|---|--------------------|
| 7a. | Keeping plant open after normal business hours | \$ 100.00 per hour |
| 7b. | Opening plant on a Holiday | \$2,000.00 per day |
| 7c. | Opening plant after Thanksgiving Day | \$1,000.00 per day |
| 7d. | Opening plant on short notice for an emergency | \$1,000.00 per day |
| 7e. | Trucking surcharges for Saturday, Sunday or Holiday deliveries | \$ 5.50 per ton |
| 7f. | Accept recycled asphalt pavement | \$ No Charge |
| 7g. | Accept Rubble Asphalt | \$ Not Accepted |

Terms are Net 30 days

F.O.B.: Destination

Further recommend proper Officers be authorized and directed to execute a contract for this service, all in accordance with our specifications.

This has been approved by the Civil Rights Department

Prepared by: Gary Warnberg

Director Purchasing

Approved by: Steven A. Kotke, P.E.

Director of Public Works

Financial Impact (Check those that apply)

☐ No financial impact - or - Action is within current department budget.
(If checked, go directly to Background/Supporting Information)

☐ Action requires an appropriation increase to the Capital Budget

☐ Action requires an appropriation increase to the Operating Budget

☐ Action provides increased revenue for appropriation increase

☐ Action requires use of contingency or reserves

☒ Other financial impact (Explain): Action is within Budget

☐ Request provided to the Budget Office when provided to the Committee Coordinator

Background/Supporting Information:

Tabulation of Two (2) bids received on Official Publication No. 7759 for Bituminous Mixtures

Attachments - Tabulation Sheet

cc: S. Malmberg
R. Crossland